



**CITY OF LODI
COUNCIL COMMUNICATION**

AGENDA TITLE: Set Public Hearing for September 20, 2006 to consider changes to the Net Energy Metering Rate – Schedule NEM and establish the new Co-Energy Metering Rider – Schedule CEM Ordinances (EUD)

MEETING DATE: September 6, 2006

PREPARED BY: Electric Utility Director

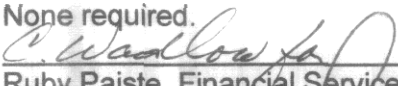
RECOMMENDED ACTION: That the City Council set a public hearing for September 20, 2006 to consider changes to current electric rate schedule NEM and establish the new electric rate schedule CEM.

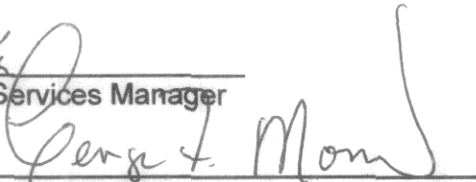
BACKGROUND INFORMATION: In June 2003, the City adopted the Net Energy Metering Schedule, NEM. The City of Lodi is required by State of California legislation, Assembly Bill 58, to offer customers who install qualified solar and wind generation, 10 kW or less in size, a "net metering" rate. Net metering measures the difference between the electricity supplied by the City through the electric grid and the electricity generated by a customer-generator with credit being applied at the retail rate.

This same legislation allows for municipally-owned utilities to establish a "co-metering" rate for those customer-generators that install units larger than 10 kW. Electricity consumed by the customer will be billed at the applicable retail rate and the generation of electricity provided to the City credited to the customer-generator will be equal to the "generation component" of the applicable rate schedule. The generation component of the applicable rate is proposed to equal one-half (1/2) of the applicable demand and energy charges.

When this rate schedule was adopted in 2003, the co-energy metering component was not included. Implementing a new co-metering schedule also requires adjustments to the net metering schedule.

FISCAL IMPACT: The addition of a Co-Energy Metering Rider will reduce payments by the Electric Utility Department for solar energy generated by large (greater than 10 kW) customer-owned facilities to a level generally consistent with market power alternatives.

FUNDING: None required.

Ruby Paiste, Financial Services Manager


George F. Morrow
Electric Utility Director

Prepared By: Sondra Huff, Senior Rate Analyst

APPROVED: 
Blair King, City Manager



***Please immediately confirm receipt
of this fax by calling 333-6702***

CITY OF LODI
P. O. BOX 3006
LODI, CALIFORNIA 95241-1910

ADVERTISING INSTRUCTIONS

SUBJECT: changes to the Net Energy Metering Rate – Schedule NEM and
establish the new Co-Energy Metering Rider – Schedule CEM Ordinances (EUD)

LEGAL AD

PUBLISH DATE: Saturday September 9, 2006

TEAR SHEETS WANTED: Three (3) please

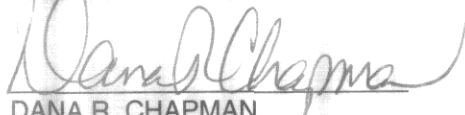
SEND AFFIDAVIT AND BILL TO: JENNIFER M. PERRIN, INTERIM CITY CLERK
City of Lodi
P.O. Box 3006
Lodi, CA 95241-1910

DATED: Thursday September 7, 2006

ORDERED BY: JENNIFER M. PERRIN
INTERIM CITY CLERK

JENNIFER M. PERRIN, CMC
INTERIM CITY CLERK

JACQUELINE L. TAYLOR, CMC
DEPUTY CITY CLERK



DANA R. CHAPMAN
ADMINISTRATIVE CLERK

Verify Appearance of this Legal in the Newspaper – Copy to File

LNS Faxed to the Sentinel at 369-1084 at 3:00pm (time) on 9/7/06 (date) 2 (pages)
DIANE Phoned to confirm receipt of all pages at 3:30 (time) JLT DRC JMP (Initials)



DECLARATION OF POSTING

changes to the Net Energy Metering Rate – Schedule NEM and establish the new Co-Energy Metering Rider – Schedule CEM Ordinances (EUD)

On Friday, September 8, 2006, in the City of Lodi, San Joaquin County, California, changes to the Net Energy Metering Rate – Schedule NEM and establish the new Co-Energy Metering Rider – Schedule CEM Ordinances (EUD), was posted at the following locations:

Lodi Public Library
Lodi City Clerk's Office
Lodi City Hall Lobby
Lodi Carnegie Forum

I declare under penalty of perjury that the foregoing is true and correct.

Executed on September 8, 2006, at Lodi, California.

ORDERED BY:

**JENNIFER M. PERRIN
INTERIM CITY CLERK**

JENNIFER M. PERRIN, CMC
INTERIM CITY CLERK

JACQUELINE L. TAYLOR, CMC
DEPUTY CITY CLERK

A handwritten signature in dark ink, appearing to read "Dana R. Chapman", is written over a horizontal line.

DANA R. CHAPMAN
ADMINISTRATIVE CLERK



CITY OF LODI

Carnegie Forum
305 West Pine Street, Lodi

NOTICE OF PUBLIC HEARING

Date: September 20, 2006

Time: 7:00 p.m.

For information regarding this notice please contact:

Jennifer M. Perrin
Interim City Clerk
Telephone: (209) 333-6702

NOTICE OF PUBLIC HEARING

NOTICE IS HEREBY GIVEN that on **Wednesday, September 20, 2006** at the hour of 7:00 p.m., or as soon thereafter as the matter may be heard, the City Council will conduct a public hearing at the Carnegie Forum, 305 West Pine Street, Lodi, to consider the following matter:

- a) changes to the Net Energy Metering Rate – Schedule NEM and establish the new Co-Energy Metering Rider – Schedule CEM Ordinances

Information regarding this item may be obtained in the Electric Utility Department, 1331 S. Ham Lane, Lodi, (209) 333-6762. All interested persons are invited to present their views and comments on this matter. Written statements may be filed with the City Clerk, City Hall, 221 W. Pine Street, 2nd Floor, Lodi, 95240 at any time prior to the hearing scheduled herein, and oral statements may be made at said hearing.

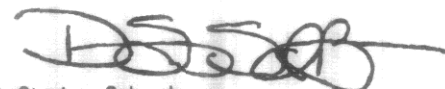
If you challenge the subject matter in court, you may be limited to raising only those issues you or someone else raised at the public hearing described in this notice or in written correspondence delivered to the City Clerk, 221 West Pine Street, at or prior to the close of the public hearing.

By Order of the Lodi City Council:


Jennifer M. Perrin
Interim City Clerk

Dated: September 6, 2006

Approved as to form:


D. Stephen Schwabauer
City Attorney